

# **COUNTY OF LOS ANGELES**

### DEPARTMENT OF PUBLIC WORKS

"To Enrich Lives Through Effective and Caring Service"

900 SOUTH FREMONT AVENUE ALHAMBRA, CALIFORNIA 91803-1331 Telephone: (626) 458-5100 http://dpw.lacounty.gov

ADDRESS ALL CORRESPONDENCE TO: P.O. BOX 1460 ALHAMBRA, CALIFORNIA 91802-1460

IN REPLY PLEASE
REFER TO FILE: C-1

May 1, 2007

The Honorable Board of Supervisors County of Los Angeles 383 Kenneth Hahn Hall of Administration 500 West Temple Street Los Angeles, CA 90012

Dear Supervisors:

AWARD OF PUBLIC WORKS CONSTRUCTION CONTRACTS SUPERVISORIAL DISTRICTS 2 AND 5 3 VOTES

#### IT IS RECOMMENDED THAT YOUR BOARD:

Award and authorize the Director of Public Works, or his designee, to prepare the construction contracts in the form previously approved by County Counsel, execute the contracts, and establish the effective dates following receipt of approved Faithful Performance and Labor and Material bonds filed by the contractors for the following:

Project ID No. FCC0000998 - San Martinez - Chiquito Canyon Storm Drain Extension at San Martinez Road, vicinity of Val Verde (5), to Radich Construction, Inc., in amount of \$566,436.00.

Project ID No. RDC0013675 - Central Avenue, et al., vicinities of Compton, Gardena, and Hawthorne (2), to All American Asphalt, Corporation, in amount of \$5,177,197.00.

### PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

We are recommending that your Board award these construction contracts and authorize the Director of Public Works, or his designee, to execute the contracts and establish the effective contract dates following receipt of approved bonds and insurance filed by contractors for each of these projects.

The enclosure for each project includes the project description, the call for bids and bid opening dates, a tabulation of bids, and financial information. The certified record of receipt of bids and the original bid proposals for each project are also enclosed, including an addendum to the contract specifications for Project ID No. RDC0013675.

The recommended construction contracts are necessary to execute Board-directed and approved Public Works projects in support of operational missions. Your Board's approval of the recommended contract awards and our subsequent execution of the contracts will ensure the timely completion of the projects.

### Implementation of Strategic Plan Goals

The award of these construction contracts is consistent with the County Strategic Plan Goal of Service Excellence since these contracts will provide improved infrastructure to better serve the public.

### FISCAL IMPACT/FINANCING

The enclosure for each project includes the amount of the recommended contract as compared with the engineer's estimate and the other bids received.

These projects are included in the 2006-07 Department of Public Works Budget. The enclosure for each project includes more detailed fiscal and financial information.

### FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Recommended contract awards are to the lowest responsible bidders in accordance with the California Public Contract Code and your Board's directives.

On October 27, 1981, your Board adopted a program for the use of small Minority and Women-owned Businesses (MWBEs) on Federal- and State-funded highway construction contracts. Companies meeting these requirements are certified by the State as Disadvantaged Business Enterprises (DBEs). An overall goal for subcontracting portions of the work to DBEs is established for each project. Contracts are recommended for award to the lowest responsible bidder who meets the goal or documents a good faith effort to do so in conformance with the program.

We have also developed an outreach program to encourage all qualified contractors to participate in the bidding and contracting process on our projects. Under this program, we place notices of upcoming bids in local and minority newspapers throughout the County. These notices indicate that copies of plans and specifications are available at specified libraries and the Public Works Headquarters building. This allows interested contractors to view the plans and specifications at convenient locations. We also provide telephone numbers (including one for Spanish-speaking contractors) to obtain further information on bidding and subcontracting opportunities.

To further increase contractor awareness of contracting opportunities with Public Works, each of these projects was listed on the County website for upcoming bids.

The State Labor Code requires contractors to pay prevailing wage rates to all persons employed on public works construction contracts. These rates are determined by the Department of Industrial Relations and include contributions for fringe benefits such as vacations, pension funds, training, and health plans for each employee.

As required by your Board, language has been incorporated into the project specifications stating that the contractor shall notify its employees, and shall require each subcontractor to notify its employees, that they may be eligible for the Federal Earned Income Credit under the Federal income tax laws.

The contracts will be in the form previously approved by County Counsel. We will also review and approve the faithful performance and payment bonds filed by the contractors.

### **ENVIRONMENTAL DOCUMENTATION**

Each of these projects was found to be categorically exempt from the provisions of the California Environmental Quality Act at the time your Board called for bids. The specifics of these findings are included in the enclosure for each project.

### **CONTRACTING PROCESS**

The contracts were solicited on an open competitive basis in accordance with the provisions of the Public Contract Code.

The project specifications contain provisions requiring the contractor to report solicitations of improper consideration by County employees and allowing the County to terminate the contract if it is found that the contractor offered or gave improper consideration to County employees.

Public Works has confirmed that all of the respective contractors are in compliance with the County's Child Support Compliance Program and the requirements of the Contractor Employee Jury Service Program. In addition, the contracts will include language requiring compliance with the Newborn Abandonment Law (Safely Surrendered Baby Law).

The project specifications also contain a provision that, should the contractor require additional or replacement personnel to fill employment openings, consideration shall be given to hiring qualified participants in the County's Greater Avenues for Independence or General Relief Opportunities for Work Programs.

To ensure that the contracts are awarded to responsible contractors with satisfactory performance histories, bidders are required to report False Claims Act violations, labor law/payroll violations, debarments, their civil litigation history, and information regarding prior criminal convictions. The information reported by all of the respective contractors was considered before making this recommendation to approve execution of the contracts.

### **IMPACT ON CURRENT SERVICES (OR PROJECTS)**

These construction contracts will result in improved public works infrastructure in the communities where the work is scheduled. Where appropriate, local residents and businesses will be informed that traffic and local access may be mildly disrupted during the construction. The proposed schedules for construction are included in the enclosure for each project.

# **CONCLUSION**

Please return one adopted copy of this letter to Public Works.

Respectfully submitted,

Director of Public Works

ER:ss

O:\Section\Administration\Board\Awd\05-01-07ltr.doc

Enc. 2

cc: Chief Administrative Office

**County Counsel** 

Office of Affirmative Action Compliance

# AWARD OF CONTRACT May 1, 2007

PROJECT ID NO. FCC0000998, SAN MARTINEZ - CHIQUITO CANYON STORM DRAIN EXTENSION AT SAN MARTINEZ ROAD, (in the vicinity of Val Verde), Supervisorial District 5

TYPE OF WORK: Construction of reinforced concrete pipe storm drain including manholes, catch basins, and connector pipes; reconstruction of roadway pavement; and other appurtenant work.

CALL FOR BIDS DATE: March 6, 2007 (Agenda No. 54)

BID OPENING DATE: April 3, 2007

## **BID SUMMARY:**

Low	*Radich Construction, Inc., a corporation 4680 Los Angeles Avenue, Suite O Simi Valley, California 93063 (805) 584-9697	\$	566,436.00
2	*Accord Engineering, Inc.	\$	612,792.44
3	+L.A. Builders, Inc.	\$	628,308.00
4	Camarillo Engineering, Inc.	\$	628,800.00
5	*Ivan Ko	\$	640,357.00
6	Tiffany Group, Inc.	\$	648,971.00
7	Buso Constructors, Inc.	\$	684,900.00
8	Cedro Construction, Inc.	\$	688,870.00
9	DLSB, Inc.	\$	731,935.00
10	Ramona, Inc.	\$	744,057.00
11	*New Turf Construction, Inc.	\$	889,090.00
12	Minco Construction	\$1	,149,215.00
	*MWBE +LSBE		

# FINANCIAL INFORMATION:

Amount of estimate	\$674,070.00
Amount of recommended contract	\$566,436.00
Amount of recommended contract below estimate	\$107,634.00

The amount of the recommended contract is 16 percent below the estimate.

Sufficient funds for this project are available in the Flood Control District budget and the Los Angeles County Special Road District Fund for Fiscal Year 2006-07.

### MINORITY/WOMEN-OWNED BUSINESS ENTERPRISE DATA:

Radich Construction, Inc., has no MWBE subcontractors/suppliers under this contract.

### **ENVIRONMENTAL IMPACT:**

This project is categorically exempt pursuant to Section 15301 of the California Environmental Quality Act and Class 1, Subsections (e), (x)(14), and (x)(18), of the revised County Environmental Document Reporting Procedures and Guidelines adopted by your Board on November 17, 1987.

### **CONSTRUCTION SCHEDULE:**

The project is to be completed in 80 working days. It is estimated the work will start in June and be completed in October 2007

### CJV:ss

O:\Projects\Programs - Flood\SanMartinezChiqCynDrnExt(FCC0000998)\Board\AWD.doc

# AWARD OF CONTRACT May 1, 2007

PROJECT ID NO. RDC0013675, CENTRAL AVENUE, ET AL. (in the vicinities of Compton, Gardena, and Hawthorne), Supervisorial District 2

TYPE OF WORK: Resurfacing of roadway pavement; reconstruction of curb and

gutter, sidewalk, driveways, and cross gutters; construction of curb ramps and bus pads; removal, root pruning, and planting of

parkway trees; and other appurtenant work.

CALL FOR BIDS DATE: February 6, 2007 (Agenda No. 45)

BID OPENING DATE: March 6, 2007

### **BID SUMMARY:**

Low	All American Asphalt, Corporation P.O. Box 2229 Corona, CA 92878-2229 (951) 736-7600	\$5,177,197.00		
2 3 4 5	Sequel Contractors, Inc. Sully-Miller Contracting Company Palp, Inc. Griffith Company	\$5,292,979.60 \$5,453,692.15 \$5,485,117.32 \$5,689,607.50		
FINANCIAL INFORMATION:				

# Amount of estimate

\$5,094,751.00 \$5,177,197.00 \$ 82.446.00

Amount of recommended contract above estimate

The amount of the recommended contract is 1.6 percent above the engineer's estimate. Portions of the project are within the Cities of Compton, Gardena, and Hawthorne. County-Cities Cooperative Financial Agreement Nos. 74581, 73934, and 74580 provide for the County to perform the preliminary engineering and administer the construction of the project with the Cities and the County to finance their respective jurisdictional shares of the project cost.

This project will also be administered under the Federal Surface Transporation Program (STP) covered by Agreement No. 71078 with the State of California. Under this program, Federal-aid funds allocated to local agencies are used to finance a portion of the cost of qualifying road improvement projects. We have also received a Rubberized Asphalt Concrete grant made available by the California Integrated Waste Management Board to be used toward the pavement work. This project is included in the Fiscal Year 2006-07 Proposition C Local Return Fund and Road Fund Budgets.

## MINORITY/WOMEN-OWNED BUSINESS ENTERPRISE DATA:

All American Asphalt Corporation has three MWBE subcontractors/suppliers under this contract, yielding a MWBE participation of 4.3 percent.

### **ENVIRONMENTAL IMPACT:**

On March 19, 2002, Synopsis 39, your Board found this project categorically exempt from the provisions of the California Environmental Quality Act. We have reviewed the site conditions and determined this finding is still appropriate.

### **CONSTRUCTION SCHEDULE:**

The contract specifications require the work to be completed in 220 working days. It is estimated the work will start in June 2007 and be completed in April 2008.

### EK:ss

O:\Projects\Programs - Road\CentralAveEtAl (RDC0013675)\Board\AWD.doc